

Community Development Commission

January 23, 2003

TO: Each Supervisor
FROM: Carlos Jackson, Executive Director



SUBJECT: APPROVAL OF PEOPLESOFT, INC. CONTRACT

On November 26, 2002, your Board authorized the Executive Director to execute Amendment 2 of the Software Support Services Agreement. Amendment 2 extended the existing terms and conditions for 60 days through February 13, 2003. The extension of the agreement provided additional time for the parties to complete negotiations on a new contract.

Since the memorandum dated January 16, 2003, negotiations have been ongoing between County Counsel and PeopleSoft's Counsel, with the participation of the CIO's office and the Commission's Risk Management Officer. Negotiations have become protracted on issues such as insurance, indemnification and other Board mandated clauses.

If the parties can come to an agreement in substantial form by January 29th, we anticipate filing the Board letter seeking approval of the new software support service agreement on January 30th for the agenda of February 11th.

If the parties cannot come to an agreement in materially substantial form, the contract will terminate on February 13th. In this case, the Commission would continue to negotiate with PeopleSoft, but would not request or accept support services until a new agreement has been approved and executed.

If you have any questions, please call me or have your staff contact Richard Peters at (323) 890-7274.

c: David Janssen, Chief Administrative Officer
Violet Varona-Lukens, Executive Officer
Jon Fullinwider, Chief Information Officer
Lloyd Pellman, County Counsel
Each Deputy